



United States
Department of
Agriculture

Farmers
Home
Administration

Washington
D.C.
20250

FmHA AN No. 1654 (1951)

OCT 14 1987

SUBJECT: Administrative Offset on the Cost Sharing Portions
of ASCS Payments

TO: All State Directors, State Directors-at-Large,
Farmer Program Chiefs, District Directors, and
County Supervisors, FmHA

PURPOSE/INTENDED OUTCOME

The purpose of this AN is to advise of a change in the status of cost sharing portions of Agricultural Stabilization and Conservation Service (ASCS) payments subject to administrative offset.

COMPARISON WITH PREVIOUS AN

No previous AN has been issued on this subject.

IMPLEMENTATION/RESPONSIBILITIES

Farmers Home Administration (FmHA) and ASCS have recently reached agreement that ASCS will eliminate the cost sharing portion of ASCS payments prior to forwarding funds to FmHA for administrative offset. This change was made because offsetting the cost sharing portion of ASCS payments may deter a borrower from participating in ASCS programs. The ASCS field staff has been or will be advised of this change. This AN is for your information only and requires no action on your part.

VANCE L. CLARK
Administrator

EXPIRATION DATE: September 30, 1988

FILING INSTRUCTIONS
Preceding FmHA
Instruction 1951-C



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Complaints of discrimination should be sent to:
Secretary of Agriculture, Washington, D.C. 20250